

# U.S. Aid Revived As 2 Bills

## Senate Panel Cuts Amount By \$1.2 Billion

By Spencer Rich  
Washington Post Staff Writer

The Senate Foreign Relations Committee voted unanimously yesterday to revive foreign aid, but only after splitting it into two separate economic and military assistance bills and slashing more than \$1.2 billion from President Nixon's \$3.6 billion request for this year.

The two bills, totalling \$2,329 billion in authorizations, are intended as an "interim" substitute for the \$2.9 billion measure rejected by the Senate Friday by a 41 to 27 vote.

White House Press Secretary Ronald L. Ziegler told reporters immediately after the committee action, "We are not satisfied with that level. It is not sufficient to meet the essential elements of the President's policy." He added, "You may quote the President" that the \$2,329 billion figure "is insufficient."

Senate Minority Leader Hugh Scott (R-Pa.) told reporters that he believed the committee had reported out the best bills it could, given the deep disagreements within it over the aid program.

But he said he would offer floor amendments to raise the total, although not all the way to \$2.9 billion again, because that would simply risk another rejection of the program by the Senate. He said he believed he could count on enough vote switches to pass

the two measures if their total added up to somewhere between \$2,329 billion and \$2.9 billion.

The two bills reported out yesterday:

- A \$1.144 billion economic and humanitarian aid authorization. This includes \$250 million for development loans, \$175 million for technical assistance, \$225 million for the Alliance for Progress, \$250 million for Pakistan refugee relief and \$139 million for the United Nations.

- A \$1.185 billion military aid authorization, which includes \$350 million for military aid grants, \$435 million for war-related economic supporting assistance (of which \$85 million is earmarked for Israel) and \$400 million for foreign military credit sales (with \$300 million in arms credit authority earmarked for Israel). The biggest cuts were in this area.

An unusual feature of committee voting was the use by Scott of a proxy from Karl E. Mundt (R-S.D.), who has been absent from the Senate for two years because of illness and has never appeared on the floor during that period. Mundt's proxy was decisive in an 8-to-7 committee vote to package humanitarian and economic aid together, instead of leaving them separate and having a total of three bills.

The military bill contains a \$341 million ceiling on aid to Cambodia, which the administration has now said it will accept, after threatening a veto of the earlier aid measure over an identical provision. Although it is only seeking \$341 million in funds for Cambodia aid, it had opposed a ceiling in case it wanted to switch more for emergency reasons.

State Department spokesman Charles Bray said yesterday, in the first such assurance yet given by the administration, that Cambodia aid programs "have come close to their peak and will be declining." The \$341 million ceiling was designed to head off a suspected increase.

Other important provisions approved by the committee yesterday would limit CIA operations in Cambodia; require annual authorization for

basic State Department expenses; bar use of U.S. funds for outside mercenaries to fight in North Vietnam, Thailand or Laos (thus wiping out a CIA program of financing Thai "volunteers" in Northern Laos). Senate Majority Leader Mike Mansfield's end-the-war-in-six-months amendment also is in the bill.

Despite committee approval, the aid program still faces serious obstacles. Foreign Relations Committee Chairman J. W. Fulbright (D-Ark.) and some other former aid supporters who voted against the bill on the floor last Friday still have serious reservations about the use of military assistance as a tool to "bribe" potential allies and still fear that aid to Cambodia may lead to deeper U.S. involvement and a long-term financial drain.

Traditional foes of high foreign spending may not be fully assuaged by the committee's big slashes.

In the House, which has already passed a \$3.4 billion authorization bill, the whole issue will have to come to the floor again. Foreign Affairs Committee Chairman Thomas E. Morgan (D-Pa.) said yesterday it will be hard to get both bills through the House separately, since economic aid has always piggybacked to passage on the shoulders of military aid.

Even if the authorizations pass both chambers the program could face new cuts in the appropriations committees. Senate Appropriations Committee Chairman Allan J. Ellender (D-La.) said yesterday he couldn't envision his committee voting out more than \$2 billion to \$2.2 billion in actual appropriations.

Before taking final action yesterday, the committee defeated, 10 to 6, a proposal by Sens. Jacob K. Javits (R-N.Y.), Clifford P. Case (R-N.J.) and John Sherman Cooper (R-Ky.) to approve a flat \$2.4 billion in a single bill, and include language barring any funds in the bill from being used for Cambodia and Laos except for the purpose of assisting in withdrawal of U.S. forces from Indochina.

Javits told reporters before the meeting that he would

seek a \$2.9 billion authorization, but Case said the three shaved the figure to \$2.4 billion when it became clear that the higher figure had no chance.

Fulbright and the bulk of Committee Democrats opposed the Javits-Case-Cooper proposal because they favored a three-bill approach — seeking to have each of the separate portions of the program fly on its own — and a lower total figure, \$2.065 billion.

The committee first voted 9 to 7 for a three-bill system, then voted 8 to 7 to join economic and humanitarian aid. It went down each separate item in the two final bills, and Republicans won enough increases to push the final two-bill total to \$2,329 billion. Scott said he favored a single package for fear military or economic aid portions might be defeated if sent to the floor alone, in a three-bill system.

Deputy Secretary of Defense David Packard, in a statement yesterday, blasted defeat of the earlier bill, saying (in a reference to Fulbright) that he hoped it didn't indicate a desire to return to "Fortress Arkansas."

He declined to link the bill's defeat to any possible slowdown of U.S. withdrawal from Vietnam, but in emphasizing the need for military aid to U.S. allies, said the U.S. Navy would have to pull out of the Mediterranean without the support of Greece and Turkey.

continued

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October 18, 1971

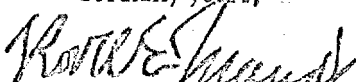
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Senator Hugh Scott  
Suite 260  
Senate Office Building

Dear Hugh:

This is to authorize you to cast my vote by proxy in the Foreign Relations Committee in any way you see fit on the amendments to, and the reporting of, HR 9910, the Foreign Aid Authorization bill, when that matter is taken up by the Committee on October 19 and 20.

Cordially yours,



Karl E. Mundt  
U. S. Senator

KEM:gkh

The proxy letter signed over to Sen. Hugh Scott (R-Pa.) by Sen. Karl E. Mundt (R-S.D.), who has been ill and absent from the Senate two years. Sen. Scott used the proxy several times yesterday,

and once it was the deciding vote on the crucial issue of whether to split the foreign aid program into three bills or two. The Mundt vote was cast for the two-bill issue.